

STATE RISK MANAGEMENT WORKERS COMPENSATION FUND
INVESTMENT PERFORMANCE REPORT AS OF JULY 31, 2004

	July-04				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation Actual	Policy	Month Net ROR	FYTD Net	FY04 Net	Ended 6/30/2004 Net	Ended 6/30/2004 Net
LARGE CAP DOMESTIC EQUITY								
<i>Structured Growth</i>								
Los Angeles Capital	76,708	2.9%	3.0%	-5.03%	-5.03%	N/A	N/A	N/A
Total Structured Growth	76,708	2.9%	3.0%	-5.03%	-5.03%	N/A	N/A	N/A
Russell 1000 Growth				-5.65%	-5.65%	N/A	N/A	N/A
<i>Structured Value</i>								
LSV	80,755	3.1%	3.0%	-1.21%	-1.21%	N/A	N/A	N/A
Russell 1000 Value				-1.41%	-1.41%	N/A	N/A	N/A
<i>Russell 1000 Enhanced Index</i>								
LA Capital	161,804	6.1%	6.0%	-3.56%	-3.56%	N/A	N/A	N/A
Russell 1000				-3.51%	-3.51%	N/A	N/A	N/A
<i>S&P 500 Enhanced Index</i>								
Westridge	157,859	6.0%	6.0%	-3.30%	-3.30%	N/A	N/A	N/A
S&P 500				-3.31%	-3.31%	N/A	N/A	N/A
<i>Index</i>								
State Street	47,529			-3.32%	-3.32%	N/A	N/A	N/A
Total Index	47,529	1.8%	2.0%	-3.32%	-3.32%	N/A	N/A	N/A
S&P 500				-3.31%	-3.31%	N/A	N/A	N/A
TOTAL LARGE CAP DOMESTIC EQUITY	524,654	19.9%	20.0%	-3.33%	-3.33%	N/A	N/A	N/A
S&P 500				-3.31%	-3.31%	N/A	N/A	N/A
SMALL CAP DOMESTIC EQUITY								
<i>Manager-of-Managers</i>								
SEI	255,493	9.7%	10.0%	-7.28%	-7.28%	N/A	N/A	N/A
Russell 2000 + 200bp				-6.57%	-6.57%	N/A	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	255,493	9.7%	10.0%	-7.28%	-7.28%	N/A	N/A	N/A
Russell 2000				-6.73%	-6.73%	N/A	N/A	N/A
CONVERTIBLES								
TCW	390,761	14.8%	15.0%	-5.05%	-5.05%	N/A	N/A	N/A
First Boston Convertible Index				-2.18%	-2.18%	N/A	N/A	N/A
DOMESTIC FIXED INCOME								
<i>Core Bond</i>								
Western Asset	486,692	18.5%	17.3%	1.24%	1.24%	N/A	N/A	N/A
Lehman Aggregate				0.99%	0.99%	N/A	N/A	N/A
<i>Index</i>								
Bank of ND	628,242	23.8%	26.0%	0.77%	0.77%	N/A	N/A	N/A
Lehman Intermediate Gov/Credit (1)				0.84%	0.84%	-0.05%	6.97%	7.25%
<i>BBB Average Quality</i>								
Strong	270,460	10.3%	8.7%	1.37%	1.37%	N/A	N/A	N/A
Lehman US Credit BAA				1.40%	1.40%	N/A	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	1,385,394	52.6%	52.0%	1.05%	1.05%	N/A	N/A	N/A
Lehman Gov/Credit				1.06%	1.06%	N/A	N/A	N/A
CASH EQUIVALENTS								
Bank of ND	79,351	3.0%	3.0%	0.13%	0.13%	N/A	N/A	N/A
90 Day T-Bill				0.12%	0.12%	N/A	N/A	N/A
TOTAL RISK MANAGEMENT FUND	2,635,654	100.0%	100.0%	-1.60%	-1.60%	N/A	N/A	N/A
POLICY TARGET BENCHMARK				-1.11%	-1.11%	N/A	N/A	N/A

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Prior to April 1, 2004, the benchmark was the LB Govt/Credit index.